

State Connectivity Grant Funding Formula Examples – 2013-14 School Year

Allocations of the state connectivity funds are distributed to schools based on an equity formula. The premise of the formula is that a certain level of connectivity should be provided for all schools at no cost. Resources to accomplish this come from E-rate discounts that schools receive for Internet service and from the state connectivity funds ([SCHOOL AND LIBRARY INTERNET CONNECTION – IC 4-34-3-2](#)). A combination of E-rate and state connectivity funds will cover up to \$1,450 of monthly internet service/bandwidth for each school that is part of the state network.

Corporation ABC (More than \$1,450/month in service)

- *Monthly Bandwidth Cost: \$4,200*
- *E-rate discount Level: 60%*
- *State Connectivity Fund Allocation: 40% of \$1,450*

Monthly bandwidth costs from ENA (before E-rate discount):	\$4,200
Less E-rate	(\$1,680.0)
Less State Connectivity Grant	(\$870.0)
Local Monthly Cost	\$1,650

Corporation JKL (Less than \$1,450/month in service)

- *Monthly Bandwidth Cost: \$1,000*
- *E-rate discount Level: 45%*
- *State Connectivity Fund Allocation: 55% of \$1,000*

Monthly bandwidth costs from ENA (before E-rate discount):	\$1,000
Less E-rate	(\$550.0)
Less State Connectivity Grant	(\$450.0)
Local Monthly Cost	\$0

Corporation XYZ (Exactly \$1,450/month in service)

- *Monthly Bandwidth Cost: \$1,450*
- *E-rate discount Level: 85%*
- *State Connectivity Fund Allocation: 15% of \$1,450*

Monthly bandwidth costs from ENA (before E-rate discount):	\$1,450
Less E-rate	(\$217.5)
Less State Connectivity Grant	(\$1,232.5)
Local Monthly Cost	\$0